UNITED STATES DEPARTMENT OF COMMERCE United States Patent and Trademark Office Address: COMMISSIONER FOR PATENTS P.O. Box 1450 Alexandria, Virginia 22313-1450 www.uspto.gov

APPLICATION NO.	FILING DATE	FIRST NAMED INVENTOR	ATTORNEY DOCKET NO.	CONFIRMATION NO.	
10/632,799	08/04/2003	Jie Cheng	2140.0020001	5549	
	26111 7590 04/04/2008 STERNE, KESSLER, GOLDSTEIN & FOX P.L.L.C.			EXAMINER	
1100 NEW YORK AVENUE, N.W.			DESHPANDE, KALYAN K		
WASHINGTO	WASHINGTON, DC 20005		ART UNIT	PAPER NUMBER	
			3625		
			MAIL DATE	DELIVERY MODE	
			04/04/2008	PAPER	

Please find below and/or attached an Office communication concerning this application or proceeding.

The time period for reply, if any, is set in the attached communication.

	Application No.	Applicant(s)			
	10/632,799	CHENG ET AL.			
Office Action Summary	Examiner	Art Unit			
	Kalyan K. Deshpande	3625			
The MAILING DATE of this communication app Period for Reply	pears on the cover sheet with the c	orrespondence address			
A SHORTENED STATUTORY PERIOD FOR REPLY WHICHEVER IS LONGER, FROM THE MAILING DA  - Extensions of time may be available under the provisions of 37 CFR 1.13 after SIX (6) MONTHS from the mailing date of this communication.  - If NO period for reply is specified above, the maximum statutory period v  - Failure to reply within the set or extended period for reply will, by statute, Any reply received by the Office later than three months after the mailing earned patent term adjustment. See 37 CFR 1.704(b).	ATE OF THIS COMMUNICATION 36(a). In no event, however, may a reply be tin vill apply and will expire SIX (6) MONTHS from , cause the application to become ABANDONE	N. nely filed the mailing date of this communication. D (35 U.S.C. § 133).			
Status					
Responsive to communication(s) filed on <u>04 At</u> This action is <b>FINAL</b> . 2b)☑ This     Since this application is in condition for allowar closed in accordance with the practice under E	action is non-final. nce except for formal matters, pro				
Disposition of Claims					
4) Claim(s) 1-84 is/are pending in the application.  4a) Of the above claim(s) is/are withdray  5) Claim(s) is/are allowed.  6) Claim(s) 1-22,29-50 and 57-78 is/are rejected.  7) Claim(s) 23-28,51-56 and 79-84 is/are objected.  8) Claim(s) are subject to restriction and/or  Application Papers  9) The specification is objected to by the Examine  10) The drawing(s) filed on is/are: a) according and according to the examine acco	wn from consideration.  d to. r election requirement.  r. epted or b) objected to by the I drawing(s) be held in abeyance. See ion is required if the drawing(s) is objected.	e 37 CFR 1.85(a). jected to. See 37 CFR 1.121(d).			
11)☐ The oath or declaration is objected to by the Ex	aminer. Note the attached Office	Action or form PTO-152.			
Priority under 35 U.S.C. § 119  12) Acknowledgment is made of a claim for foreign priority under 35 U.S.C. § 119(a)-(d) or (f).  a) All b) Some * c) None of:  1. Certified copies of the priority documents have been received.  2. Certified copies of the priority documents have been received in Application No  3. Copies of the certified copies of the priority documents have been received in this National Stage application from the International Bureau (PCT Rule 17.2(a)).  * See the attached detailed Office action for a list of the certified copies not received.					
Attachment(s)  1) Notice of References Cited (PTO-892)  2) Notice of Draftsperson's Patent Drawing Review (PTO-948)  3) Information Disclosure Statement(s) (PTO/SB/08)  Paper No(s)/Mail Date 2/16/05.	4)  Interview Summary Paper No(s)/Mail Da 5)  Notice of Informal P 6)  Other:	ate			

### **DETAILED ACTION**

#### Introduction

The following is a non-final office action in response to the communications received on August 4, 2003. Claims 1-84 are now pending in this application.

#### Information Disclosure Statement

The examiner has reviewed the patents and articles supplied in the Information Disclosure Statements (IDS) provided on February 16, 2005.

### Claim Objections

Claims 25, 54, and 81 are objected to for referencing and claiming subject matter in the specification (where the recited claim limitation merely says "in accordance with equation 1").

## Claim Rejections - 35 USC § 112

The following is a quotation of the first paragraph of 35 U.S.C. 112:

The specification shall contain a written description of the invention, and of the manner and process of making and using it, in such full, clear, concise, and exact terms as to enable any person skilled in the art to which it pertains, or with which it is most nearly connected, to make and use the same and shall set forth the best mode contemplated by the inventor of carrying out his invention.

Claims 1-84 are rejected under 35 U.S.C. 112, first paragraph, as failing to comply with the enablement requirement. The claim(s) contains subject matter which was not described in the specification in such a way as to enable one skilled in the art to which it pertains, or with which it is most nearly connected, to make and/or use the invention.

Claims 1, 29, and 57 recite an "optimized commodity distribution plan" based on a "generated forecast price". The specification is silent as to how a forecasted price is integrated into a distribution plan and how an entire

distribution plan can be generated with only merely a forecasted price. Without a description of how to connect these two steps, one of ordinary skill in the art would have to perform undue experimentation in order to use the present invention. Therefore, Examiner submits that the present invention is not fully enabled and is rejected under 35 U.S.C. 112 1st paragraph. Dependant claims 2-28, 30-56, and 58-84 fail to cure the deficiencies in claims 1, 29, and 57 and are therefore rejected for the same reasons.

Claim 13-28, 41-56, and 69-84 recite determining an initial forecast based on a mere description data. The specification is silent as to how to create an initial forecast based on description data. As such, one of ordinary skill in the art would have to perform undue experimentation in order to use the present invention. Therefore, Examiner submits that the present invention is not fully enabled and is rejected under 35 U.S.C. 112 1st paragraph.

The following is a quotation of the second paragraph of 35 U.S.C. 112:

The specification shall conclude with one or more claims particularly pointing out and distinctly claiming the subject matter which the applicant regards as his invention.

Claims 1-84 are rejected under 35 U.S.C. 112, second paragraph, as being indefinite for failing to particularly point out and distinctly claim the subject matter which applicant regards as the invention.

Claims 6, 35, and 63 recites that step of performing the elasticity computations where the first and second commodity products have the same model type and model year, whereas claim 7 (depending from claim 6) requires that the commodity products have different model types and model years. This

appears to be a contradiction. As such, Examiner is interpreting claims 7 and 8 to require the same model type and model year.

Claims 10 and 12 recite terms that are unclear from their context in the claim language and are not defined in the specification. For the purposes of examination, Examiner is interpreting these claims to mean mere description data. Claims 39, 41, 67, and 69 recite similar terms and are rejected for the same reasons.

Claims 25, 54, and 81 recite "wherein the first and third fitness values are determined in accordance *with equation 1*". Examiner submits that it is unclear exactly how the fitness values are determined from equation 1. Examiner encourages Applicants' to incorporate from the specification the actual text of equation 1 into the language of claims 25, 54, and 81.

Claim 58 and 59 appear to be dependent on claim 28. Claims 58 and 59 is a computer program product whereas claim 28 is a method. For the purposes of examination, Examiner is interpreting claims 58 and 59 to be dependent on claim 57.

# Claim Rejections - 35 USC § 103

The following is a quotation of 35 U.S.C. 103(a) which forms the basis for all obviousness rejections set forth in this Office action:

(a) A patent may not be obtained though the invention is not identically disclosed or described as set forth in section 102 of this title, if the differences between the subject matter sought to be patented and the prior art are such that the subject matter as a whole would have been obvious at the time the invention was made to a person having ordinary skill in the art to which said subject matter pertains. Patentability shall not be negatived by the manner in which the invention was made.

Application/Control Number: 10/632,799

Art Unit: 3625

Claims 1-22, 29-50, and 57-78 are rejected under 35 U.S.C. 103(a) as being unpatentable over Ivanov (U.S. Patent No. 7343355) in view of Hammond (20020082977).

As per claim 1, Ivanov teaches "a method for generating an optimized commodity distribution plan, the method comprising the steps of: performing one or more elasticity computations for one or more past commodity products sold at one or more auction sites" (see Ivanov column 3 lines 52-67 and column 5 lines 35-47; where elasticity computations are performed based on previous commodity sales.) and "generating an auction forecast price for one or more present commodity products to be at said one or more auction sites using said one or more elasticity computations, wherein each of said present auction commodity products and said past commodity products have an associated commodity model type and a commodity model year" (see Ivanov column 4 lines 60-65; where an optimized pricing plan is determined based on elasticity computations.). Ivanov fails to explicitly teach where the commodity is set for auction and "generating an optimized auction commodity distribution plan for said one or more present auction commodity products using said generated forecast price". Hammond, in an analogous art, explicitly teaches the commodity is set for auction (see Hammond abstract) and "generating an optimized auction commodity distribution plan for said one or more present auction commodity products using said generated forecast price" (see Hammond paragraphs 113-116; where a distribution plan is set to determine which market place can be used for auctioning the commodity.). The advantage of such a feature is that it

enables the generation of the most profit per sale. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to combine the features of the commodity is set for auction and "generating an optimized auction commodity distribution plan for said one or more present auction commodity products using said generated forecast price" taught by Hammond to Ivanov in order to maximize the profit per sale.

As per claim 2, Ivanov teaches "the method of claim 1, wherein said step of generating an auction forecast price comprises the steps of: obtaining retail market performance data for one or more past retail commodity products sold at one or more retail sites" (see Ivanov column 4 lines 60-65; where past sale prices at specific market places is collected.), "obtaining regional data relevant to said one or more retail sites" (see Ivanov column 6 lines 49-59; where geographic data is collected. Geographic data is the same as regional.), "performing a regional trend analysis of sales for said one or more past retail commodity products using said retail market performance data and regional data" (see Ivanov column 6 lines 1-23 and column 6 lines 49-59; where a trend analysis is performed. Collected data is analyzed to determine the best pricing plan.), "generating a time-series model for said one or more past retail commodity products using said regional trend analysis" (see Ivanov column 9 lines 16-33; where a time-series model is developed.), and "determining a price-level adjustment for said one or more present auction commodity products based on

said elasticity computations and said time-series models" (see Ivanov column 6 lines 1-23; where a price adjustment is done.). Ivanov fails to explicitly teach "performing a seasonality analysis for said one or more past auction commodity products" and the time-series model is generated using the seasonality analysis. Examiner takes Official Notice that it is old and well-known in the art to perform the steps of "performing a seasonality analysis for said one or more past auction commodity products" and the time-series model is generated using the seasonality analysis. The advantage of these steps is that it further defines the data analysis and enables a more accurate auction forecast price prediction. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to modify Ivanov in include the old and well-known steps of "performing a seasonality analysis for said one or more past auction commodity products" and the time-series model is generated using the seasonality analysis in order to more accurately forecast an auction sale price.

As per claim 3, Ivanov does not expressly teach the specific data recitede; however, these differences are only found in the non-functional descriptive material and are not functionally involved in the steps recited nor do they alter the recited structural elements. The recited method steps would be performed the same regardless of the specific data. Further, the structural elements remain the same regardless of the specific data. Thus, this descriptive material will not distinguish the claimed invention from the prior art in terms of patentability, see In

re Gulack, 703 F.2d 1381, 1385, 217 USPQ 401, 404 (Fed. Cir. 1983); In re Lowry, 32 F.3d 1579, 32 USPQ2d 1031 (Fed. Cir. 1994); MPEP → 2106.

As per claim 4, Ivanov teaches:

The method of claim 2, wherein said step of performing a regional trend analysis comprises the step of determining a profit margin and a time-to-turn for said one or more past retail commodity products using said retrieved retail market performance data (see Ivanov column 6 lines 40-59; where a profit margin based on the regional trend analysis is determined.).

As per claim 5, Ivanov fails to explicitly teach "performing a seasonality comprises the step of quantifying a seasonal effect on a past auction commodity price paid for said one or more past auction commodity products". Examiner take Official Notice that it is old and well-known in the art to perform a seasonality analysis based on the seasonal effect on a commodity price. The advantage of such a feature is that it enables one to more accurately forecast an auction price. It would have been obvious, at the time of the invention, to modify Ivanov to include the steps of "performing a seasonality comprises the step of quantifying a seasonal effect on a past auction commodity price paid for said one or more past auction commodity products" in order to more accurately forecast an auction price.

As per claim 6, Ivanov teaches:

The method of claim 1, wherein said step of performing one or more elasticity computations comprises the step of determining a self-price elasticity value representing a percentage decrease in said past auction commodity price paid for a first one of said one or more past auction commodity products due to a percentage increase in auction volume of a second one of said past auction commodity products, said first and second past auction commodity products having the same commodity model type and same commodity model year (see Ivanov column 3 lines 52-67; where elasticity is defined and computed the same as the present invention.).

As per claim 7, Ivanov teaches:

The method of claim 6, wherein said step of performing one or more elasticity computations further comprises the step of determining a cross-price elasticity value representing a percentage decrease in said past auction commodity price paid for a first one of said one or more past auction commodity products due to a percentage increase in auction volume of a second one of said one or more past auction commodity products, wherein said first and second past auction commodity products have different model types (see Ivanov column 3 lines 52-67 and column 4 lines 1-13; where elasticity is defined and computed the same as the present invention.).

As per claim 8, Ivanov teaches:

The method of claim 7, wherein said step of performing one or more elasticity computations further comprises the step of determining a cross-price elasticity value representing a percentage decrease in said past auction commodity price for a first one of said one or more past auction commodity products due to a percentage increase in auction volume of a second one of said one or more past auction commodity products, wherein said first and second past auction commodity products have a different commodity model type (see Ivanov column 3 lines 52-67 and column 4 lines 1-13; where elasticity is defined and computed the same as the present invention.).

As per claim 9 and 11, Ivanov fails to teach "obtaining present/past auction commodity description data for said one or more present auction commodity products". Hammond, in an analogous art, teaches "obtaining present auction commodity description data for said one or more present auction commodity products" (see Hammond paragraphs 128-136; where commodity description is maintained.). The advantage of such a feature is that it enables the proper marketing and sale of a commodity. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to combine the feature of "obtaining present/past auction commodity description data for said one or more present auction commodity products" in order to enable the proper marketing and sale of a commodity.

Art Unit: 3625

As per claim 10 and 12, Ivanov fails to teach "obtaining a present/past commodity usage measurement for said one or more present auction commodity products", "obtaining one or more present/past optional features associated with said one or more present/past auction commodity products", and "obtaining a present/past auction type associated with said one or more present auction commodity products". Hammond, in an analogous art, teaches "obtaining a present/past commodity usage measurement for said one or more present auction commodity products" (see Hammond paragraphs 128-136; where commodity description is maintained.), "obtaining one or more present/past optional features associated with said one or more present auction commodity products" (see Hammond paragraphs 128-136; where commodity description is maintained.), and "obtaining a present/past auction type associated with said one or more present/past auction commodity products" (see Hammond paragraphs 128-136; where commodity description is maintained.). The advantage of such a feature is that it enables the proper marketing and sale of a commodity. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to combine the feature of "obtaining a present/past commodity usage" measurement for said one or more present auction commodity products", "obtaining one or more present/past optional features associated with said one or more present/past auction commodity products", and "obtaining a present/past auction type associated with said one or more present auction commodity products" in order to enable the proper marketing and sale of a commodity.

As per claims 13-16, Ivanov fails to explicitly teach "determining an initial forecast auction commodity price for each of said one or more present auction commodity products using said past auction commodity description data and said present auction commodity description data", "performing a usage measurement description analysis, performing a commodity optional feature analysis, and performing an auction type analysis", "defining one or more past commodity product groups, wherein search of said one or more past commodity product groups is representative of said one or more past auction commodity products that have the same commodity model type and the same commodity model year and generating a usage measurement deduction curve for each of said one or more past auction commodity product groups", and "using said past auction commodity usage measurements associated with said past commodity product group to generate said usage measurement deduction curve". Hammond, in an analogous art, teaches "determining an initial forecast auction commodity price for each of said one or more present auction commodity products using said past auction commodity description data and said present auction commodity description data" (see Hammond paragraphs 113-116, 119-121, and 128; where an initial forecast based on a commodity's previous performance is determined.), "performing a usage measurement description analysis, performing a commodity optional feature analysis, and performing an auction type analysis" (see Hammond paragraphs 113-116, 119-121, and 128; where an initial forecast based on a commodity's previous performance is determined.), "defining one or more past commodity product groups, wherein search of said one or more past

commodity product groups is representative of said one or more past auction commodity products that have the same commodity model type and the same commodity model year and generating a usage measurement deduction curve for each of said one or more past auction commodity product groups" (see Hammond paragraphs 113-116, 119-121, and 128; where an initial forecast based on a commodity's previous performance is determined.), and "using said past auction commodity usage measurements associated with said past commodity product group to generate said usage measurement deduction curve" (see Hammond paragraphs 113-116, 119-121, and 128; where an initial forecast based on a commodity's previous performance is determined.). The advantage of these features is that it promotes developing a more accurate pricing forecast. It would have been obvious, at the time of the invention, to combine the features of "determining an initial forecast auction commodity price for each of said one or more present auction commodity products using said past auction commodity description data and said present auction commodity description data". "performing a usage measurement description analysis, performing a commodity optional feature analysis, and performing an auction type analysis", "defining one or more past commodity product groups, wherein search of said one or more past commodity product groups is representative of said one or more past auction commodity products that have the same commodity model type and the same commodity model year and generating a usage measurement deduction curve for each of said one or more past auction commodity product groups", and "using said past auction commodity usage measurements associated with said

past commodity product group to generate said usage measurement deduction curve" taught by Hammond to Ivanov in order to develop a more accurate pricing forecast.

As per claims 17 and 18, Ivanov fails to explicitly teach "determining a usage measurement deduction for said one or more present auction commodity products using said generated usage measurement deduction curve for said past commodity product group having the same commodity model type and the same commodity model year as said one or more present auction commodity products" and "defining one or more past commodity product feature groups, wherein each of said one or more past commodity product feature groups is representative of said one or more past auction commodity products that have the same past optional features and generating a past commodity product feature model for each of said one or more past commodity product feature groups". Examiner takes Official Notice that it is old and well-known in the art to perform the steps of "determining a usage measurement deduction for said one or more present auction commodity products using said generated usage measurement deduction curve for said past commodity product group having the same commodity model type and the same commodity model year as said one or more present auction commodity products" and "defining one or more past commodity product feature groups, wherein each of said one or more past commodity product feature groups is representative of said one or more past auction commodity products that have the same past optional features and generating a

Art Unit: 3625

past commodity product feature model for each of said one or more past commodity product feature groups". The advantage of such features is that they enable a more accurate description of a forecasted sale price. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to modify Ivanov to include the steps of "determining a usage measurement deduction for said one or more present auction commodity products using said generated usage measurement deduction curve for said past commodity product group having the same commodity model type and the same commodity model year as said one or more present auction commodity products" and "defining one or more past commodity product feature groups, wherein each of said one or more past commodity product feature groups is representative of said one or more past auction commodity products that have the same past optional features and generating a past commodity product feature model for each of said one or more past commodity product feature groups" in order to enable a more accurate description of a sale price.

As per claim 19, Ivanov fails to explicitly teach "defining one or more past auction type groups, wherein said one or more past auction type groups is representative of said one or more past auction commodity products that are associated with the same past auction type" and "generating a past auction type model for each of said one or more past auction type groups". Hammond, in an analogous art, explicitly teaches "defining one or more past auction type groups, wherein said one or more past auction type groups is representative of said one

Art Unit: 3625

or more past auction commodity products that are associated with the same past auction type" (see Hammond paragraphs 113-116; where previous auctions from specific marketplaces are examined.) and "generating a past auction type model for each of said one or more past auction type groups" (see Hammond paragraphs 113-116; where past auction types are modeled.). The advantage of these features is that it enables that a commodity is sold for an optimal profit. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to combine the features of "defining one or more past auction type groups, wherein said one or more past auction type groups is representative of said one or more past auction commodity products that are associated with the same past auction type" and "generating a past auction type model for each of said one or more past auction type groups" taught by Hammond to Ivanov in order to sell a commodity for an optimal profit.

As per claim 20, Ivanov fails to explicitly teaches "determining a confidence distance between said one or more present auction commodity products and said one or more past auction commodity products", "assigning a confidence weight to said one or more past auction commodity products based on said determined confidence distance", and "setting said initial auction forecast price for said one or more present auction commodity products equal to a weighted average of said past auction price paid for said one or more past auction commodity products using said assigned confidence weight". Hammond, in an analogous art, explicitly teaches "determining a confidence distance

Art Unit: 3625

between said one or more present auction commodity products and said one or more past auction commodity products" (see Hammond paragraphs 113-116 and 128; where a confidence value for the auction price is set.), "assigning a confidence weight to said one or more past auction commodity products based on said determined confidence distance" (see Hammond paragraphs 113-116 and 128; where a confidence weight is assigned.), and "setting said initial auction" forecast price for said one or more present auction commodity products equal to a weighted average of said past auction price paid for said one or more past auction commodity products using said assigned confidence weight" (see Hammond paragraphs 113-116 and 128; where an initial auction forecast price is set.). The advantage of these features is that it enables that a commodity is sold for an optimal profit. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to combine the features of "determining a confidence distance between said one or more present auction commodity products and said one or more past auction commodity products", "assigning a confidence weight to said one or more past auction commodity products based on said determined confidence distance", and "setting said initial auction forecast price for said one or more present auction commodity products equal to a weighted average of said past auction price paid for said one or more past auction commodity products using said assigned confidence weight" taught by Hammond to Ivanov in order to sell a commodity for an optimal profit.

Art Unit: 3625

As per claims 21 and 22, Ivanov fails to explicitly teach "retrieving present retail market condition data, present commodity product demand data based on seasonal changes, present commodity product supply data, and present auction volume data" and "generating an auction forecast price step generates said auction forecast price by adjusting said set initial auction forecast price for said one or more present auction commodity products using said determined price level adjustments, said present retail market condition data, said present commodity product demand data, said present commodity product supply data, and said present auction volume data". Hammond, in an analogous art, teaches "retrieving present retail market condition data, present commodity product demand data based on seasonal changes, present commodity product supply data, and present auction volume data" (see Hammond paragraphs 113-116, 119-120, and 128; where data for determining an auction forecast price is collected. Forecast data includes present price conditions, past price conditions, supply data, and demand data.) and "generating an auction forecast price step generates said auction forecast price by adjusting said set initial auction forecast price for said one or more present auction commodity products using said determined price level adjustments, said present retail market condition data, said present commodity product demand data, said present commodity product supply data, and said present auction volume data" (see Hammond paragraphs 113-116, 119-120, and 128; where data for determining an auction forecast price is collected. Forecast data includes present price conditions, past price conditions, supply data, and demand data.). The advantage of these features is

that it enables that a commodity is sold for an optimal profit. It would have been obvious, at the time of the invention, to one of ordinary skill in the art to combine the features of "retrieving present retail market condition data, present commodity product demand data based on seasonal changes, present commodity product supply data, and present auction volume data" and "generating an auction forecast price step generates said auction forecast price by adjusting said set initial auction forecast price for said one or more present auction commodity products using said determined price level adjustments, said present retail market condition data, said present commodity product demand data, said present commodity product supply data, and said present auction volume data" taught by Hammond to Ivanov in order to sell a commodity for an optimal profit.

### Allowable Subject Matter

Claims 23-28, 51-56, and 79-84 are objected to as being dependent upon a rejected base claim, but would be allowable if rewritten in independent form including all of the limitations of the base claim and any intervening claims.

The following is a statement of reasons for the indication of allowable subject matter: None of the cited prior art teaches, suggests, or renders obvious "the method of claim 22, wherein the step of generating an optimized auction commodity distribution plan comprises the steps of: obtaining optimization data, said optimization data including said generated forecast price for each of said one or more present auction commodity products said present auction commodity product description data, a shipping cost, a shipping time, a time-

Application/Control Number: 10/632,799 Page 20

Art Unit: 3625

value adjustment, a current inventory listing for each of said one or more auction sites, and a local elasticity measurement for each of said one or more auction sites; Obtaining one or more optimization parameters, said optimization parameters including a population size, one or more genetic operators, and a maximum iteration number; representing an initial auction commodity distribution plan as a genome, where said genome is an array of one or more commodity product objects and further wherein each of said commodity objects is comprised of said present commodity description data for one of said present auction commodity products, a source location, and a target location; generating a number of first generation genomes, said number being equal to said population size; determining a first fitness value for each commodity product object in each genome of said first generation genomes; determining a second fitness value for each respective genomes by adding said determined first fitness values together; and evolving said first generation genomes" in a method, system, or product for generating an optimized auction commodity distribution plan.

### Conclusion

The prior art made of record and not relied upon is considered pertinent to applicant's disclosure. The following are pertinent to the current invention, though not relied upon:

Philips et al. (U.S. Patent No. 7133848).

Chavas et al. (U.S. Patent No. 20030225654).

Ando (U.S. Patent No. 6032125).

Crosswhite (U.S. Patent No. 6611726).

Ferguson et al. (U.S. Patent Publication No. 20030140023).

Bapna et al. (Bapna, Ravi; Goes, Paulo; Gupta, Alok; "Online Auctions: Insights and Analysis", Communications of the ACM, 2001).

Beenstock et al. (Beenstock, Michael; Szpiro, George; "Specification Search in Nonlinear Time-Series Models Using the Genetic Algorithm", February 1999).

Hahn (Hahn, Jungpil; "The Dynamics of Mass Online Marketplaces: A Case Study of an Online Auction", March 2001).

Hortacsu (Hortacsu, Ali; "Mechanism Choice and Strategic Bidding in Divisible Good Auctions: An Empirical Analysis Of the Turkish Treasury AuctionMarket", November 2000).

Klemperer (Klemperer, Paul; "Auction Theory: A Guide to the Literature", Journal of Economic Surveys, 1999).

Wilcox (Wilcox, Ronald T.; "Experts and Amateurs: The Role of Experience in Internet Auctions"; Marketing Letters, November 2000).

Any inquiry concerning this communication or earlier communications from the examiner should be directed to Kalyan K. Deshpande whose telephone number is (571) 272-5880. The examiner can normally be reached on M-F 8am-5pm.

Application/Control Number: 10/632,799 Page 22

Art Unit: 3625

If attempts to reach the examiner by telephone are unsuccessful, the examiner's supervisor, Jeffrey A. Smith can be reached on (571) 272-6763. The fax phone number for the organization where this application or proceeding is assigned is 571-273-8300.

Information regarding the status of an application may be obtained from the Patent Application Information Retrieval (PAIR) system. Status information for published applications may be obtained from either Private PAIR or Public PAIR. Status information for unpublished applications is available through Private PAIR only. For more information about the PAIR system, see http://pair-direct.uspto.gov. Should you have questions on access to the Private PAIR system, contact the Electronic Business Center (EBC) at 866-217-9197 (toll-free).

/Yogesh C Garg/

Primary Examiner, Art Unit 3625

/kkd/